

PLAINTIFF'S ORIGINAL COMPLAINT

Plaintiff Cheerleading Company ("CC") files this Original Complaint against Defendants Varsity Brands, Inc., NSG Corporation, and Varsity Spirit Fashions (collectively, "Defendants").

I. INTRODUCTION

1. CC brings this action pursuant to 28 U.S.C. § 2201 for a declaratory judgment to the effect that Defendants do not have a valid copyright over the designs of uniforms upon which Defendants claim CC is infringing.

II. JURISDICTION

2. This action arises under the Declaratory Judgment Act, 28 U.S.C. § 2201 and is brought to declare CC's rights regarding its business of marketing, offering for sale and selling certain cheerleading uniforms. Original jurisdiction over this cause of action is conferred upon this Court pursuant to 28 U.S.C. §§ 1331 and 1338 (a). As more fully set forth herein, Defendants have threatened Plaintiff with an action for damages and injunctive relief arising out of Plaintiff's alleged infringement of alleged copyrights. Defendants have also threatened to

bring claims for Federal unfair competition and common law unfair competition. These threats have created a reasonable apprehension on the part of CC that it will face such a lawsuit. Accordingly, there is an actual controversy between the parties.

3. Venue is proper pursuant to 28 U.S.C. §§ 1391(b) and 1400 because Defendants have conducted business in the state of Texas and in this judicial district and have purposefully availed themselves of the benefits and laws of the State of Texas.

III. PARTIES

- 4. Plaintiff Movie Show Video Management, Inc. d/b/a Cheerleading Company is a Texas corporation with its principal place of business in Dallas, Texas.
- 5. Defendant Varsity Brands, Inc. is a Delaware corporation that may be served by and through its registered agent CT Corporation System 800 S. Gay Street, Suite 2021 Knoxville, Tennessee 37929-9701.
- 6. Defendant NSG Corporation is a Delaware corporation that may be served by and through its registered agent CT Corporation System 350 North St. Paul Street Dallas, Texas 75201.
- 7. Defendant Varsity Spirit Fashions is a Minnesota corporation that may be served by and through its registered agent Jeffrey G. Webb 6745 Lenox Center Court, Suite 300; Court Memphis, Tennessee 38115.

IV. <u>FACTS</u>

8. CC manufactures and sells cheerleading uniforms, apparel, and accessories. On or about June 2, 2008, Defendants began alleging that they had acquired copyrights for the designs of 16 cheerleading uniforms, and alleging that CC was infringing upon Defendants' intellectual property and violating the Copyright Act of 1976, 17 U.S.C. §§ 101 et seq.

- 9. CC requested that Defendants provide CC with any copies of Certificates of Registration for the uniforms over which Defendants allege to have a valid copyright. Defendants refused, and reiterated its demands and threats.
- 10. Accordingly, CC files this action in this district, expressly denying that CC has committed any such infringement. Jurisdiction and venue are proper in this Court to quickly resolve this controversy, which is in the interest of all parties to the lawsuit.

V. FIRST COUNT (Declaratory Relief, Pursuant to 28 U.S.C. § 2201)

- 11. An actual controversy has arisen between CC and Defendants regarding whether Defendants own any valid copyrights over the design of certain uniforms, and whether CC is committing any actionable copying of any such valid copyright.
- 12. This controversy is real and ongoing. Defendants began asserting that CC was committing actionable copying of Defendants' alleged copyrights on or about June 2, 2008; however, Defendants have refused to provide copies of any Certificates of Registration for any alleged copyrights.
- 13. Accordingly, CC seeks a declaration that Defendants do not have a valid copyright over the clothing designs of certain uniforms because the uniforms are useful articles for which copyright protection is not available. Therefore, CC further seeks a declaration that CC has not committing any actionable copying or infringing of any valid copyright owned by Defendants or otherwise violated any rights belonging to Defendants.
 - 14. Such a declaration will definitively clarify the legal relations between the parties.

VI. PRAYER FOR RELIEF

WHEREFORE, CC prays for the following relief:

- (1) A declaration that Defendants do not have any valid copyrights over the clothing designs of certain uniforms because the uniforms are not subject to copyright protection;
- (2) A declaration that CC has not committing any actionable copying of any valid copyright owned by Defendants;
- (3) CC's costs incurred herein, including all of CC's reasonable attorneys' fees and expenses; and
- (4) Any and all such other and further relief (at law or in equity) to which the Court determines CC is justly entitled.

Dated: June <u>26</u> 2008

Respectfully submitted,

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The JS 44 civil cover sheet and the program of the Judicial Conference of the United States in September 1974, is required for the use of the Clerk of Court for the purpose of initiating the civil docket sheet. (SEEUNTRUCTIONS ON THE REVERSE OF THE FORM.) **CIVIL COVER SHEET** DEFENDANTS VARSITY BRANDS, INC., NSG CORPORATION AND CHEERLEADING COMPANY VALSITY SPIRIT FASHIONS County of Residence of First Listed Defendent (IN U.S. PLAIN REE CASES ONLY) (b) County of Residence of First Listed Plaintiff DALLAS (EXCEPT IN U.S. PLAINTIFF CASES) NOTE: IN LAND CONDEMNATION CASES, USE THE LOCATION OF THE LAND INVOLVED. JUN 2 6 2008 Attorneys (If Known) (c) Attorney's (Firm Name, Address, and Telephone Number) HOLLY RICHARD, RICHARD UN GROUP, 8411
PRESTON ROAD, SUITE 890, DALLAS, TX 75225
214.200. 4300, 214.206.4330 FAX CLERK, U.S. DISTRICT COURT NORTHERN DISTRICT OF TEXAS II. BASIS OF JURISDICTION (Place an "X" in One Box Only) III. CITIZENSHIP OF PRINCIPAL PARTIES(Place an "X" in One Box for Plaintiff and One Box for Defendant) (For Diversity Cases Only) 3 Federal Question PTF 4 ☐ 1 U.S. Government PTF DEF DEF Incorporated or Principal Place **5** 1 Plaintiff (U.S. Government Not a Party) Citizen of This State \Box 1 **1** 4 of Business In This State 2 Incorporated and Principal Place U.S. Government 4 Diversity Citizen of Another State \square 2 Defendant of Business In Another State (Indicate Citizenship of Parties in Item III) Citizen or Subject of a □ 3 □ 3 Foreign Nation **1** 6 **1** 6 Foreign Country NATURE OF SUIT (Place an "X" in One Box Only FORFEITURE/PENALTY OTHER STATUTES BANKRUPTCY 400 State Reapportionment ☐ 110 Insurance PERSONAL INJURY PERSONAL INJURY ☐ 610 Agriculture 422 Appeal 28 USC 158 ☐ 620 Other Food & Drug ☐ 120 Marine 310 Airplane 423 Withdrawal 410 Antitrust 362 Personal Injury -□ 130 Miller Act 315 Airplane Product 28 USC 157 430 Banks and Banking Med. Malpractice 625 Drug Related Seizure ☐ 140 Negotiable Instrument 450 Commerce Liability 365 Personal Injury of Property 21 USC 881 ☐ 150 Recovery of Overpayment 320 Assault, Libel & ☐ 630 Liquor Laws PROPERTY RIGHTS 460 Deportation Product Liability & Enforcement of Judgmen 820 Copyrights 470 Racketeer Influenced and Slander ☐ 368 Asbestos Personal 640 R.R. & Truck ☐ 151 Medicare Act Corrupt Organizations 330 Federal Employers' Injury Product ☐ 650 Airline Regs. 830 Patent ☐ 152 Recovery of Defaulted Liability Liability ☐ 660 Occupational ☐ 840 Trademark 480 Consumer Credit Student Loans PERSONAL PROPERTY 490 Cable/Sat TV 340 Marine Safety/Health (Excl. Veterans) 810 Selective Service 345 Marine Product ☐ 370 Other Fraud ☐ 690 Other SOCIAL SECURITY ☐ 153 Recovery of Overpayment Liability LABOR 850 Securities/Commodities/ 371 Truth in Lending 350 Motor Vehicle of Veteran's Benefits 710 Fair Labor Standards ☐ 861 HIA (1395ff) Exchange 380 Other Personal ☐ 160 Stockholders' Suits 875 Customer Challenge 355 Motor Vehicle 862 Black Lung (923) Property Damage Act ☐ 863 DIWC/DIWW (405(g)) 12 USC 3410 ☐ 190 Other Contract Product Liability ☐ 720 Labor/Mgmt. Relations 385 Property Damage □ 195 Contract Product Liability 360 Other Personal Product Liability 730 Labor/Mgmt.Reporting ☐ 864 SSID Title XVI 890 Other Statutory Actions ☐ 196 Franchise Injury & Disclosure Act □ 865 RSI (405(g)) 891 Agricultural Acts CIVIL RIGHTS REAL PROPERTY PRISONER PETITIONS FEDERAL TAX SUITS 892 Economic Stabilization Act 740 Railway Labor Act ☐ 210 Land Condemnation 441 Voting ☐ 893 Environmental Matters 510 Motions to Vacate 790 Other Labor Litigation ■ 870 Taxes (U.S. Plaintiff ☐ 220 Foreclosure 442 Employment Sentence 791 Empl. Ret. Inc. or Defendant) 894 Energy Allocation Act 443 Housing/ ☐ 230 Rent Lease & Ejectment **Habeas Corpus:** Security Act ■ 871 IRS—Third Party 895 Freedom of Information 240 Torts to Land Accommodations 26 USC 7609 530 General 245 Tort Product Liability 444 Welfare 535 Death Penalty IMMIGRATION 900Appeal of Fee Determination ☐ 290 All Other Real Property 445 Amer. w/Disabilities 540 Mandamus & Other 462 Naturalization Application Under Equal Access Employment 550 Civil Rights 463 Habeas Corpus to Justice 446 Amer. w/Disabilities 555 Prison Condition Alien Detainee 950 Constitutionality of Other 3 465 Other Immigration State Statutes 440 Other Civil Rights Actions V. ORIGIN Appeal to District (Place an "X" in One Box Only) Transferred from 2 Removed from Judge from Original ☐ 6 Multidistrict ☐ 7 Remanded from ☐ 4 Reinstated or ☐ 5 \Box 3 another district Magistrate Appellate Court Proceeding Litigation Reopened (specify) Judgment Cite the U.S. Civil Statute under which you are filing (Do not cite jurisdictional statutes unless diversity): 28 USC VI. CAUSE OF ACTION Brief description of cause DECLARATORY JUDGMENT REGARDING COPYRIGHT OWNERSHIP VII. REQUESTED IN DEMAND \$ CHECK YES only if demanded in complaint: CHECK IF THIS IS A CLASS ACTION **COMPLAINT:** UNDER F.R.C.P. 23 ☐ Yes JURY DEMAND: VIII. RELATED CASE(S) (See instructions): PENDING OR CLOSED JUDGE DOCKET NUMBER DATE

26,2008

AMOUNT

RECEIPT #

APPLYING IFP

JUDGE

MAG. JUDGE